

Item No. 263.

The Act of December 2, 1942, c. 668, Title I, 56 Stat. 1028-1033, 42 USC 1701-1706, as amended by the Act of December 23, 1943, c. 380, Title I, 57 Stat. 626, extends the benefits of the Federal Employees Compensation Act to certain persons employed by a contractor with the United States and to persons engaged by the United States under a contract for personal services outside the continental United States, where injury results from "war-risk hazards", or the person is missing due to enemy action, or is not returned to his home due to failure of the United States to furnish transportation. "War-risk hazard" is defined (42 USC 1711) as hazard arising from certain enumerated types of occurrences "prior to the end of the present war."

CIA feels that these authorities should be retained, with a redefining of "war-risk hazard" to include the hazard of a "cold war" or other form of undeclared hostilities.

## RECOMMENDATION SHEET

Replying to Bureau of the Budget Letter and Memorandum dated November 8, 1951.

(PLEASE READ LETTER AND MEMORANDUM BEFORE EXECUTING)

1. Agency  
Replying Central Intelligence Agency

2. Item No. 263 ) See  
or ) Memo  
U.S.Code ) Para.  
Citation \_\_\_\_\_ ) 10

3. For this item this agency is (Indicate by "x"; see Memorandum Para. 10):  
the Responsible Agency ( . ); a Commenting Agency ( x ); Other ( ).

4. Citation in full (See NOTE A and Memorandum Para. 10):

5. Digest (See NOTE A and Memorandum Para. 10):

6. Recommendation of this agency (Indicate which by "x"):  
CONTINUE ( x ); DO NOT Continue ( )  
the authority now existing.

7. Brief justification for Congress of the recommendation in 6. if that recommendation is affirmative (See NOTE B and Memorandum Para. 10):

8. Reasons and views (The only time you need not answer here is when the justification in 7. states your views to your full satisfaction; see Memorandum Para. 10).

**CIA feels that this act should be retained, but that war-risk hazard should be redefined to include the hazards of a "cold war" or other form of undeclared hostilities.**

9. Suggested legislative language for continuing the authority (See NOTE B and Memorandum Para. 10):

NOTE A (Applicable to lines 4 and 5): Answers on lines 4 and 5 are required from you for this item if (a) you are the Responsible Agency for this item (whether or not you desire your authority continued) or (b) this item is not on the List of Statutes and you desire your authority continued.

NOTE B (Applicable to lines 7 and 9): Answers on lines 7 and 9 are required from you for this item if you desire your authority continued and (a) you are the Responsible Agency for this item or (b) this item is not on the List of Statutes.

To be sent to the Bureau of the Budget in DUPLICATE. For more space, see Memorandum Para. 9E.